		December-04												Cur				3 Years	5 Years						
ł		March-05 Allocation Returns-Quarter Returns-Month				s-Month			ber-04 Returns-Quarter Returns-Month			September-04 Allocation Returns-Quarter				Quarter	FYTD Returns		FY04 Returns		Ended 6/30/2004	Ended 6/30/2004			
	Market Value	Actual	Policy(1)	Gross	Net	Gross	Net	Market Value	Alloc Actual	Policy(1)	Gross	Net	Gross	Net	Market Value		Policy(1)	Gross	Net	Gross	Net	Gross	Net	Net	Net
LARGE CAP DOMESTIC EQUITY Structured Growth Los Angeles Capital	19.704.507	1.6%	1.6%	-1.06%	-1.11%	-1.19%	-1.21%	19,924,068	1.6%	1.6%	10.43%	10.37%	4.88%	4.86%	18.051.554	1.5%	1.6%	-4.09%	-4.14%	4.79%	4.63%	N/A	N/A	N/A	N/A
Total Structured Growth Russell 1000 Growth	19,704,507	1.6%	1.6%	-1.06% -4.09%	-1.11% -4.09%	-1.19% -1.82%	-1.21% -1.82%	19,924,068	1.6%	1.6%	10.43% 9.17%	10.37% 9.17%	4.88% 3.92%	4.86% 3.92%	18,051,554	1.5%	1.6%	-4.09% -5.23%	-4.14% -5.23%	4.79% -0.76%	4.63% -0.76%	17.84% 17.88%		-6.28% -3.74%	-7.85 %
Structured Value																									
LSV	21,799,910	1.8%	1.6%	1.70%	1.62%	-0.74%	-0.77%	21,455,229	1.8%	1.6%	9.10%	9.01%	2.75%	2.72%	19,685,632	1.7%	1.6%	3.29%	3.21%	14.61%				9.33%	8.36%
Russell 1000 Value				0.09%	0.09%	-1.37%	-1.37%				10.38%	10.38%	3.35%	3.35%				1.54%	1.54%	12.18%	12.18%	21.13%	21.13%	2.96%	1.87%
Russell 1000 Enhanced Index Los Angeles Capital Russell 1000	41,590,213	3.5%	3.3%	-0.99% -1.91%	-1.04% -1.91%	-1.62% -1.58%	-1.64% -1.58%	42,026,035	3.5%	3.2%	9.34% 9.80%	9.28% 9.80%	3.69% 3.62%	3.67% 3.62%	38,455,223	3.3%	3.2%	-1.63% -1.81%	-1.68% -1.81%	6.49% 5.76%	6.32% 5.76%	N/A N/A	N/A N/A	N/A	N/A
S&P 500 Enhanced Index																									
Westridge S&P 500	39,989,384	3.3%	3.3%	-2.01% -2.15%	-2.08% -2.15%	-1.72% -1.77%	-1.74% -1.77%	40,837,329	3.4%	3.2%	9.55% 9.23%	9.47% 9.23%	3.46% 3.40%	3.44% 3.40%	37,366,218	3.2%	3.2%	-1.92% -1.87%	-1.99% -1.87%	5.29% 4.89%	5.06% 4.89%	N/A N/A	N/A N/A	N/A N/A	N/A
Index	40,000,000			0.400/	0.440/	4.750/	4.700/	40 004 044			0.040/	0.000/	0.400/	0.400/	44 047 400			4.070/	4.000/	4.000/	4.070/	40.070/	40.040/	0.750/	0.000
State Street Total Index	12,020,202 12,020,202	1.0%	1.1%	-2.13% -2.13%	-2.14% -2.14%	-1.75% -1.75%	-1.76% -1.76%	12,284,214 12,284,214	1.0%	1.1%	9.24% 9.24%	9.23% 9.23%	3.42% 3.42%	3.42% 3.42%	11,247,108 11,247,108	1.0%	1.1%	-1.87%	-1.88% -1.88%	4.92% 4.92%	4.87% 4.87%	19.07% 19.07%		-0.75% -0.75%	-2.289
S&P 500	12,020,202	,		-2.15%	-2.15%	-1.77%	-1.77%	12,201,211	,	,	9.23%	9.23%	3.40%	3.40%	11,211,100	,		-1.87%	-1.87%	4.89%	4.89%	19.11%	19.11%	-0.70%	-2.21%
TOTAL LARGE CAP DOMESTIC EQUITY S&P 500	135,104,216	11.3%	10.9%	-0.98% -2.15%	-1.04% -2.15%	-1.46% -1.77%	-1.48% -1.77%	136,526,875	11.3%	10.7%	9.52% 9.23%	9.45% 9.23%	3.62% 3.40%	3.60% 3.40%	124,805,735	10.7%	10.7%	-1.37% -1.87%	-1.42% -1.87%	6.97% 4.89%	6.78% 4.89%	21.63% 19.11%		0.15% -0.70%	-1.39 % -2.21%
SMALL CAP DOMESTIC EQUITY Manager-of-Managers																									
SEI Pursoll 2000 + 200bp	65,398,146	5.5%	5.4%	-4.95% -4.86%	-5.10% -4.86%	-2.66% -2.70%	-2.71% -2.70%	74,341,664	6.1%	5.3%	14.96% 14.64%	14.79% 14.64%	3.93% 3.13%	3.88% 3.13%	64,708,252	5.5%	5.3%	-3.45% -2.36%	-3.60% -2.36%	5.51% 6.49%	5.02% 6.49%	33.80% 35.99%	32.99% 35.99%	5.51% 7.90%	N/A
Russell 2000 + 200bp TOTAL SMALL CAP DOMESTIC EQUITY	65,398,146	5.5%	5.4%	-4.86% -4.95%	-4.86% -5.10%	-2.70% -2.66%	-2.70% -2.71%	74,341,664	6.1%	5.3%	14.04%	14.04%	3.13%	3.13%	64,708,252	5.5%	5.3%	-2.36% -3.45%	-2.36% -3.60%	5.51%	5.02%		35.99% 32.99%	7.90% 5.54%	7.29%
Russell 2000	00,390,140	3.376	3.4/6	-5.34%	-5.34%	-2.86%	-2.86%	74,341,004	0.178	3.376	14.09%	14.09%	2.96%	2.96%	04,700,232	3.3 /6	3.376	-2.86%	-2.86%	4.92%	4.92%	33.36%		6.24%	6.63%
CONVERTIBLES	70.045.700	F 00/	C 40/	2.049/	4.000/	4.000/	4.050/	70 000 700	C 00/	C 40/	0.500/	0.440/	2.040/	0.040/	67 220 200	E 00/	6.1%	4.070/	4.050/	0.000/	0.400/	47.040/	47.500/	4.000/	2.000
TCW Merrill Lynch All Convertibles	70,045,799	5.8%	6.1%	-3.94% -5.27%	-4.03 % -5.27%	-1.83% -2.35%	-1.85% -2.35%	72,990,736	6.0%	6.1%	8.50% 5.37%	8.41% 5.37%	2.94% 2.08%	2.91% 2.08%	67,339,089	5.8%	6.1%	-4.27% -1.05%	-4.35% -1.05%	-0.22% -1.24%	-0.48% -1.24%	17.91% 14.16%		1.03% 4.89%	3.90 % 5.75%
INTERNATIONAL EQUITY Large Cap - Active																									
Capital Guardian LSV	26,516,696 27,465,843	2.2%	2.1%	1.07% 3.84%	0.96% 3.73%	-1.74% -1.41%	-1.78% -1.45%	26,287,696 26,461,110	2.2%	2.0%	10.13% N/A	10.01% N/A	3.70% 4.84%	3.66% 4.80%	47,583,038	4.1% 0.0%	4.1% 0.0%	-1.66% N/A	-1.77% N/A	9.46% N/A	9.11% N/A	25.89% N/A	25.36% N/A	-0.39% N/A	0.54% N/A
Transition Account	125	0.0%	0.0%	N/A	N/A	N/A	N/A	(7,496)		0.0%	N/A	N/A	N/A	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Large Cap - Active MSCI EAFE - 50% Hedged	53,982,664	4.5%	4.1%	2.46% 1.71%	2.35% 1.71%	-1.57% -1.37%	-1.61% -1.37%	52,741,310	4.4%	4.0%	10.71% 11.11%	10.59% 11.11%	4.25% 3.85%	4.21% 3.85%	47,583,038	4.1%	4.1%	-1.66% -0.72%	-1.77% -0.72%	11.55% 12.20%	11.19% 12.20%	25.89% 26.98%	25.36% 26.98%	-0.39% -1.27%	0.54 %
Small Cap - Value																									
Lazard Citigroup Broad Market Index < \$2BN	6,631,213	0.6%	0.5%	3.26% 4.58%	3.09% 4.58%	-1.74% -1.80%	-1.79% -1.80%	7,415,233	0.6%	0.5%	16.27% 16.82%	16.09% 16.82%	4.71% 4.90%	4.65% 4.90%	6,392,717	0.5%	0.5%	0.46% -0.82%	0.29% -0.82%	20.61% 21.16%	20.02%	44.23% 47.95%		N/A	N/A
Small Cap - Growth				4.0070	4.0070	1.0070	1.0070				10.02 /0	10.02 /0	4.5070	4.5070				0.02 /0	0.02 /0	21.10%	21.1070	47.5570	47.5070	7475	147
Vanguard	6,425,198	0.5%	0.5%	3.09%	2.92%	-2.07%	-2.13%	7,220,283	0.6%	0.5%	19.02%	18.98%	7.25%	7.19%	6,073,402	0.5%	0.5%	0.60%	0.42%	23.43%	22.96%	45.80%	44.67%	N/A	N/A
Citigroup Broad Market Index < \$2BN				4.58%	4.58%	-1.80%	-1.80%				16.82%	16.82%	4.90%	4.90%				-0.82%	-0.82%	21.16%	21.16%	47.95%	47.95%	N/A	N/A
MSCI EAFE - 50% Hedged	67,039,075	5.6%	5.1%	2.60% 1.71%	2.47% 1.71%	-1.66% -1.37%	-1.70% -1.37%	67,376,826	5.6%	5.1%	12.67% 11.11%	12.56% 11.11%	4.60% 3.85%	4.56% 3.85%	60,049,157	5.1%	5.1%	-1.20% -0.72%	-1.32% -0.72%	14.21% 12.20%	13.82% 12.20%	29.84% 26.98%	29.22% 26.98%	1.03% -1.27%	1.40 % -2.14%
DOMESTIC FIXED INCOME Core Bond																									
Western Asset	202,479,859	16.9%	14.7%	-0.79% -0.48%	-0.84% -0.48%	-0.54% -0.51%	-0.56% -0.51%	191,067,235	15.8%	14.5%	1.39% 0.96%	1.34% 0.96%	1.08% 0.92%	1.06% 0.92%	189,015,787	16.2%	14.5%	3.57% 3.20%	3.52% 3.20%	4.18% 3.68%	4.03% 3.68%	2.61% 0.32%	2.42% 0.32%	7.77% 6.35%	8.10% 6.95%
Lehman Aggregate Index				-0.40%	-0.40%	-0.3170	-0.01%				0.30%	0.90%	U.JZ 70	U.3276				3.20%	3.20%	3.00%	5.00%	0.3276	0.3276	0.30%	0.90%
Bank of ND	239,201,524	20.0%	20.7%	-0.77%	-0.78%	-0.37%	-0.37%	240,911,774	19.9%		0.41%	0.40%	0.67%		237,865,091	20.4%		2.56%	2.54%	2.19%		0.13%	0.07%	7.10%	7.25%
Bank of ND CD'S	15,624,990	1.3%	1.3%	0.87%	0.87%	0.30%	0.30%	15,580,438	1.3%	1.3%	0.86%	0.86%	0.28%	0.28%	16,414,462	1.4%	1.4%	0.88%	0.88%	2.64%	2.64%	3.53%	3.53%	4.06%	4.76%
Total Index Lehman Intermediate Gov/Credit (3) BBB Average Quality	254,826,514	21.3%	22.0%	-0.67% -0.87%	-0.68% -0.87%	-0.33% -0.52%	-0.33% -0.52%	256,492,212	21.2%	21.7%	0.44% 0.44%	0.43% 0.44%	0.65% 0.68%	0.64% 0.68%	254,279,553	21.8%	21.7%	2.48% 2.71%	2.47% 2.71%	2.24% 2.26%	2.20% 2.26%	0.34% -0.05%	0.28% -0.05%	6.76% 6.97%	7.03 %
Wells Capital (formerly Strong) Lehman US Credit BAA	106,192,177	8.9%	7.3%	-1.09% -1.57%	-1.15% -1.57%	-1.71% -1.95%	-1.73% -1.95%	107,467,420	8.9%	7.2%	2.36% 1.69%	2.30% 1.69%	1.70% 1.56%	1.68% 1.56%	105,970,582	9.1%	7.2%	4.58% 4.76%	4.51% 4.76%	5.88% 4.86%	5.69% 4.86%	1.43% 1.96%	1.18% 1.96%	N/A N/A	N/A
TOTAL DOMESTIC FIXED INCOME Lehman Gov/Credit	563,498,550	47.0%	44.0%	-0.79% -0.67%	-0.83% -0.67%	-0.67% -0.70%	-0.68% -0.70%	555,026,867	45.8%	43.4%	1.60% 0.80%	1.56% 0.80%	1.25% 1.06%	1.24% 1.06%	549,265,922	47.1%	43.4%	3.37% 3.56%	3.34% 3.56%	4.19% 3.69%	4.09% 3.69%	1.94% -0.72%	1.77% -0.72%	7.58% 6.73%	7.77 %
TREACURY INC. ATION PROTECTES 250	LIDITIES (TIDE)																								
TREASURY INFLATION PROTECTED SEC Northern Trust Global Investments	123,931,593	10.3%	10.6%	-0.27%	-0.28%	0.11%	0.11%	124,278,700	10.3%	10.4%	2.56%	2.55%	1.79%	1.79%	121,196,614	10.4%	10.4%	3.72%	3.71%	6.09%	6.05%	N/A	N/A	N/A	N/A
Western	129,025,316	10.8%	10.6%	-0.40%	-0.41%	0.14%	0.14%	129,526,244	10.7%	10.4%	2.71%	2.70%	1.84%	1.84%	126,093,891	10.8%	10.4%	3.56%	3.55%	5.94%	5.90%	N/A	N/A	N/A	N/A
TOTAL TIPS LB US TIPS Index	252,956,909	21.1%	21.1%	-0.34% -0.33%	-0.35% -0.33%	0.13% 0.09%	0.13% 0.09%	253,804,944	20.9%	20.9%	2.64% 2.52%	2.62% 2.52%	1.82% 1.74%		247,290,505	21.2%	20.9%	3.64% 4.25%	3.63% 4.25%	6.02% 6.52%	5.98% 6.52%	N/A N/A	N/A N/A	N/A N/A	N/A N/A
REAL ESTATE																									
Manager To Be Determined NCREIF Total Index		0.0%	5.7%	N/A 3.51%	N/A 3.51%	N/A 1.16%	N/A 1.16%	-	0.0%	5.6%	N/A 4.66%	N/A 4.66%	N/A 1.53%	N/A 1.53%	-	0.0%	5.6%	N/A 3.42%	N/A 3.42%	N/A 12.04%	N/A 12.04%	N/A N/A	N/A N/A	N/A N/A	N/A
CASH EQUIVALENTS																									
Bank of ND	44,122,643	3.7%	1.5%	0.69%	0.69%	0.25%	0.25%	51,599,401	4.3%	2.9%	0.53%	0.53%	0.21%		53,538,158	4.6%	3.0%	0.44%	0.44%	1.67%			1.20%	1.72%	3.39%
90 Day T-Bill	1 100 105 007	100.00/	100 00/	0.57%	0.57%	0.24%	0.24%	4 244 007 242	100.00	100.00/	0.48%	0.48%	0.21%		4 466 000 040	100.00/	100.00/	0.37%	0.37%	1.43%	1.43%	0.98%	0.98%	1.71%	3.30%
TOTAL INSURANCE TRUST POLICY TARGET BENCHMARK	1,198,165,337			-0.90% -0.91%	-0.95% -0.91%		-0.80% -0.78%	1,211,667,313	100.0%	100.0%	4.05% 3.75%	4.01% 3.75%	1.90% 1.76%	1.88% 1.76%	1,166,996,818	100.0%	100.0%	1.64% 2.18%	1.60% 2.18%	4.81% 5.05%	4.66% 5.05%	9.49% 7.17%	9.24% 7.17%	5.25% 5.15%	5.77 % 5.32%

NOTE: Monthly returns and market values are preliminary and subject to change.

⁽¹⁾ Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations. (2) Prior to January 1, 2005, the benchmark was First Boston Convertible Index (3) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.